

## SUBCOMMITTEE NO. 4

## Agenda

Michael Machado, Chair  
Tom McClintock  
Christine Kehoe



Thursday, March 9, 2006  
Room 112

Consultant: Dave O'Toole

### OUTCOMES

CS/ ORG	Department	Issue	Hearing Action	Remarks
3.45	(All)	Statewide Reductions for Salaries and Wages	Held Open	
4.05	(All)	Unallocated General Fund Reductions	Held Open	
4.06	(All)	Mid-Year Budget Correction Authority	Approved staff recommendation (delete), 2-1 (McClintock)	
0860	Board of Equalization	BCP: Agriculture Inspection Station Leads	Approved as budgeted, 2-1 (McClintock)	
0860	Board of Equalization	BCP: Enforcement of Consumer Purchases of Tobacco Products from Out of State Sellers	Approved as budgeted, 2-1 (McClintock)	
0860	Board of Equalization	BCP: Retail Licensing Enforcement	Held Open	
0860	Board of Equalization	LAO Issue: Measures to Address the SUT Gap	No Action (Discussion Issue)	Proposals were audit selection improvements, discovery audit program, services business education, targeted use tax audits, and business personal property reporting requirements.

<b>0860</b>	<b>Board of Equalization</b>	Tax Data Consolidation and Sharing	No Action (Discussion Issue)	
<b>0860</b>	<b>Board of Equalization</b>	BCP: Valuation Factors	Approved as budgeted, 2-1 (McClintock)	
<b>0860</b>	<b>Board of Equalization</b>	BCP: AB 71 Cigarette and Tobacco Products Fund Shift	Approved as budgeted, 2-1 (McClintock)	
<b>0860</b>	<b>Board of Equalization</b>	BCP: IFTA Program	Approved as budgeted, 3-0	
<b>0860</b>	<b>Board of Equalization</b>	Vehicles, Vessels, and Aircraft Use Tax Exclusion: One Year Extension	Held Open	
<b>0860</b>	<b>Board of Equalization</b>	Special Taxing Jurisdiction: Administrative Costs Allocation	Approved Staff Recommendation, 3-0.	
<b>0860</b>	<b>Board of Equalization</b>	Administrative Costs for the LPSF, LRF	Held Open	LAO directed to explore further
<b>0860</b>	<b>Board of Equalization</b>	Salary Savings Adjustment	Approved Staff Recommendation, 3-0.	\$2.252 total from GF and reimbursements.
<b>1730</b>	<b>Franchise Tax Board</b>	ISSUE: Legal Resources to Address ATS Workload	No Action (Discussion Issue)	
<b>1730</b>	<b>Franchise Tax Board</b>	LAO ISSUE: Misdemeanor Filing Enforcement Program	No Action (Discussion Issue)	
<b>1730</b>	<b>Franchise Tax Board</b>	LAO ISSUE: Combined Use and Income Tax Audits	No Action (Discussion Issue)	
<b>1730</b>	<b>Franchise Tax Board</b>	LAO ISSUE: Investigations of Questionable Wage Withholding	No Action (Discussion Issue)	
<b>1730</b>	<b>Franchise Tax Board</b>	LAO ISSUE: Independent Contractor Report	No Action (Discussion Issue)	
<b>1730</b>	<b>Franchise Tax Board</b>	Teacher Retention Tax Credit	No Action (Discussion Issue)	
<b>1730</b>	<b>Franchise Tax Board</b>	LAO ISSUE: Enterprise Zone Hiring Credit	No Action (Discussion Issue)	
<b>1730</b>	<b>Franchise Tax Board</b>	LAO ISSUE: Child and Dependent Care Expense Credit	No Action (Discussion Issue)	

1730	Franchise Tax Board	Tax Credits, et al Reporting	No Action (Discussion Issue)	
1730	Franchise Tax Board	BCP: Outside Counsel and Case Experts	Approved as budgeted, 2-1 (McClintock)	
1730	Franchise Tax Board	BCP: Court-Ordered Debt Collection Expansion	Approved as budgeted, 3-0.	
1730	Franchise Tax Board	BCP: California Child Support Automation System Funding Adjustment	Approved as budgeted, 3-0.	
1730	Franchise Tax Board	BCP: Voluntary Contributions	Approved as budgeted, 2-1 (McClintock)	
1730	Franchise Tax Board	BCP: Processing Equipment Replacement	Approved as budgeted, 3-0.	
1730	Franchise Tax Board	LAO ISSUE: Savings from Electronic Filing	Held Open	
1730	Franchise Tax Board	Health Savings Account Trailer Bill	Approved staff recommendation (reject), 2-1 (McClintock)	
8940	Department of the Military	129th Civil Engineering Squadron Staffing	Approved as budgeted, 3-0	
8940	Department of the Military	Armory Custodian Positions	Approved as budgeted, 2-1 (McClintock)	
8940	Department of the Military	Homeland Security Augmentation	Approved as budgeted, 3-0	
8940	Department of the Military	Civil Support Retention Team Bonus	Held Open	
8940	Department of the Military	Armory Maintenance and Repair Augmentation	Approved as budgeted, 2-1 (McClintock)	
8940	Department of the Military	San Luis Obispo Dining Hall Construction	Approved as budgeted, 3-0	
8940	Department of the Military	Armory Kitchen and Latrine Renovations	Approved as budgeted, 3-0	
8940	Department of the Military	State Military Reserve Training Augmentation	Approved staff recommendation, 3-0.	Staff Reco: Reduce by SSA position
8940	Department of the Military	Headquarters Complex Purchase Option	Held Open	(Per staff recommendation)
8940	Department of the	Software Systems	Approved staff	

	<b>Military</b>	Specialist II	recommendation, 3-0	
<b>8940</b>	<b>Department of the Military</b>	Establishment of an Internal Control Office	Approved staff recommendation, 3-0	(Budget bill language added)
<b>8940</b>	<b>Department of the Military</b>	Operating Expense: Postage Costs	No Action (Discussion Issue)	
<b>8940</b>	<b>Department of the Military</b>	Military Family Relief Fund	Approved staff recommendations, 2-1 (McClintock)	2. BBL changed to "up to" \$20,000. 3. Quarterly Reports to be made. 4. CMD to report back to Sub-4 on form changes.